

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For Fiscal Year Ended June 30, 2013

COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)

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LETTER OF TRANSMITTAL

Profile of Sussex

(CAFR pages iv – xiv)

- Population of 203,390
- 48% of the State of Delaware's total area of land
- Economic Conditions
 - Unemployment rate as of August was 5.8% compared to Delaware's 6.9% and the nation's 7.3%
 - Agriculture is the leading industry employing 15,378 people in Sussex
 - Tourism is a close 2nd bringing \$850 million of tourism revenue to the state
 - Financial Planning Pay-as-you-go basis for general fund capital projects
- Awards and Acknowledgments
 - Certificate of Achievement for Excellence in Financial Reporting – 11th year
 - Aa1 bond rating



INDEPENDENT AUDITOR'S OPINION

(CAFR page 2)

"The financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of Sussex County, Delaware as of June 30, 2013,..."

BALANCE SHEET – GOVERNMENTAL FUNDS

(CAFR page 21)

	General	Capital Projects	Total Governmental		
Assets	\$ 93,813,279	\$ 13,149,541	\$	106,962,820	
- Liabilities	13,282,548	1,354,502		14,637,050	
Fund Balance	\$ 80,530,731	\$ 11,795,039	\$	92,325,770	

Fund Balances:	General		Capital Projects	Total Governmental		
Nonspendable	\$	106,411	\$ -	\$	106,411	
Restricted		44,739,045	11,795,039		56,534,084	
Committed		1,038,577	-		1,038,577	
Assigned		4,044,652	-		4,044,652	
Unassigned		30,602,046	-		30,602,046	
Total	\$	80,530,731	\$ 11,795,039	\$	92,325,770	

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

(CAFR page 22)

	General	Capital Projects	Total Governmental
Revenues	\$49,000,321	\$ 2,128,181	\$ 51,125,502
Expenditures	45,875,256	6,408,883	52,284,139
Other Financing Uses	752,563	-	752,563
Change in Fund Balance	\$ 2,372,502	\$ (4,280,702)	\$(1,908,200)

General

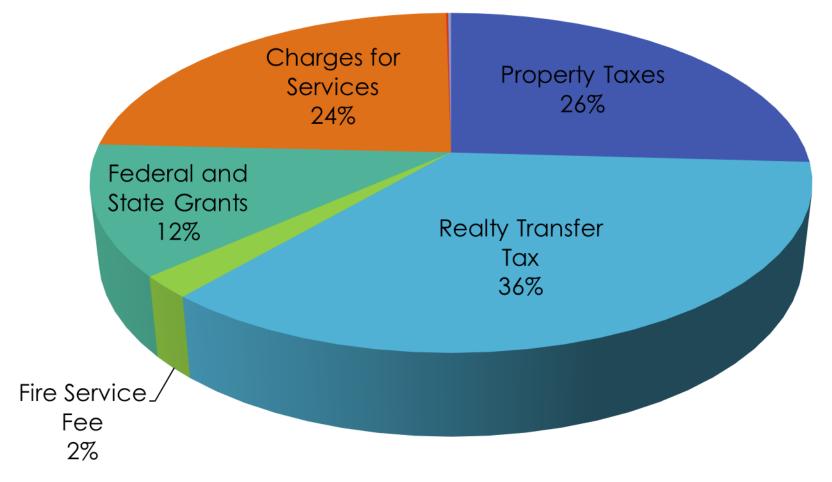
- Revenues up by 2.9%, or \$1.4 million
 - Largest increase RTT \$3.1 million.
 - Decrease in sheriff sales -\$1.6 million
- Expenditures and Other Financing Uses decreased \$152,000

Capital

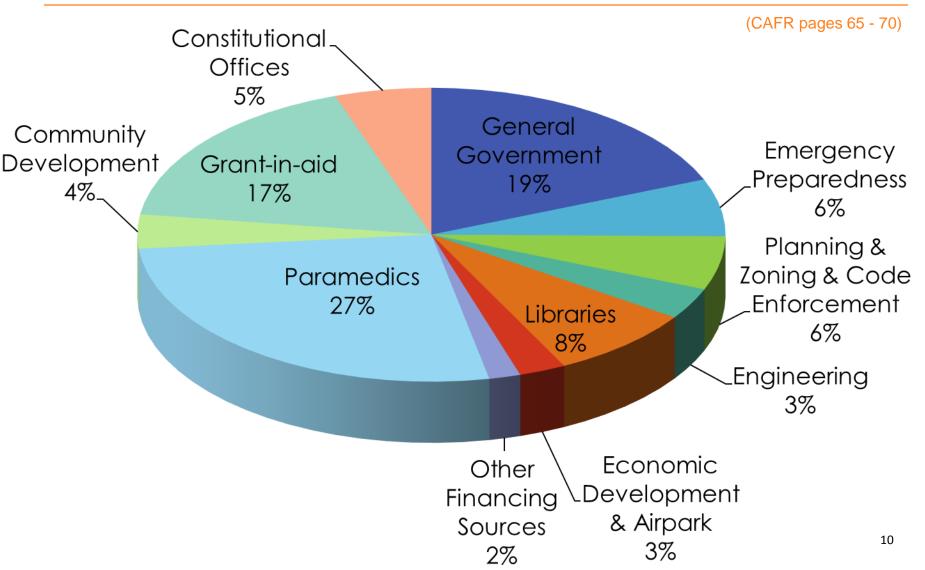
- Expenditures up \$3.5 million
 - Airport 42%, or \$2.7 million
 - Library projects \$1.1 million
 - EMS building \$700,000
 - EOC HVAC repair \$600,000

GENERAL FUND REVENUES

(CAFR pages 62 - 63)



GENERAL FUND EXPENDITURES



STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

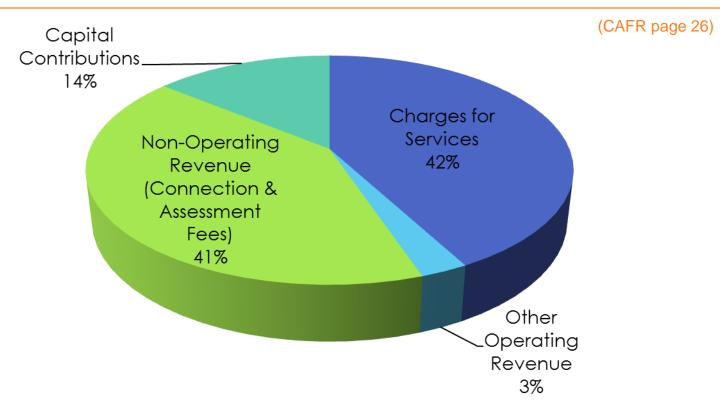
(CAFR page 24)

	Budget	Actual	٧	ariance
Revenues & Other Financing Sources	\$ 46,392,059	\$ 49,054,287	\$	2,662,228
Expenditures & Other Financing Uses	46,392,059	46,681,785		(289,726)
Increase to Fund Balance	\$ -	\$ 2,372,502	\$	2,372,502

Variance is due to the use of prior year revenues over expenditures:

- Increased Sussex State Trooper allocation by 4 \$225,000
- Allocated additional funds to the emergency housing repair program \$150,000
- Allocated additional funds to the 11 independent libraries \$350,000

BUSINESS-TYPE REVENUES



Highlights:

- Change in Net Position was \$8.2 million
- Operating Revenues increased \$1.2 million, or 7%, to \$18.0 million
- Connection Fees increased \$1.1 million, or 39%, to \$4.1 million
- Capital Contributions decreased \$13.1 to \$5.6 million

PENSION

(CAFR page 30)

	Pe	nsion Trust	Post- retirement Employee Benefit Trust			Total
Additions	\$	9,542,387	\$	4,530,061	\$	14,072,448
Deductions		2,819,936		1,622,770		4,442,706
Increase Net Position	\$	6,722,451	\$	2,907,291	\$	9,629,742
	Pe	nsion Trust	Er	Post- etirement mployee enefit Trust		Total
Net Position Held in Trust	\$ 6	50,065,070	\$ 20	6,012,362	\$	86,077,432

LONG-TERM DEBT

(CAFR page 16)

SUSSEX COUNTY'S OUTSTANDING DEBT

As of June 30, 2013 and 2012

General Obligation and Revenue Bonds

	 Governmental Activities			Business-ty	pe Activities	Total Government		
	 2013		2012		2013	2012	2013	2012
General Obligation Bonds	\$	-	\$	-	\$ 167,405,688	\$ 154,769,529	\$ 167,405,688	\$ 154,769,529
Revenue Bonds		-		-	-	17,658,022	_	17,658,022
Total	\$	-	\$	-	\$ 167,405,688	\$ 172,427,551	\$ 167,405,688	\$ 172,427,551

Highlights:

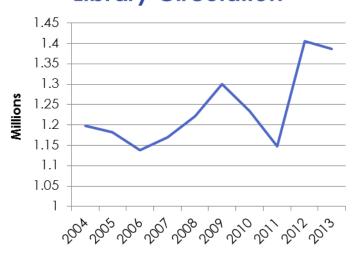
- \$167 million in outstanding bonds payable
- Paid off revenue bonded debt
- Debt is only for sewer districts
- No general fund bonded debt



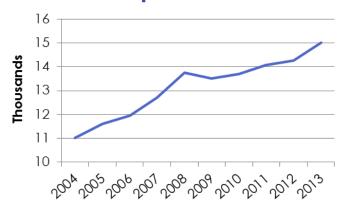
STATS

(CAFR page 90)

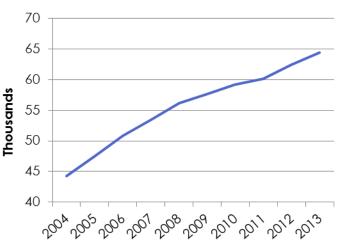
Library Circulation



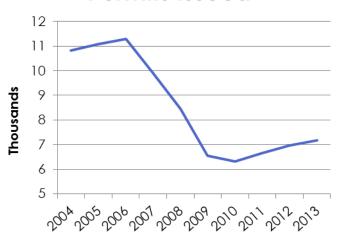
Paramedic Incidents Dispatched



Sewer EDU's Billed



Permits Issued

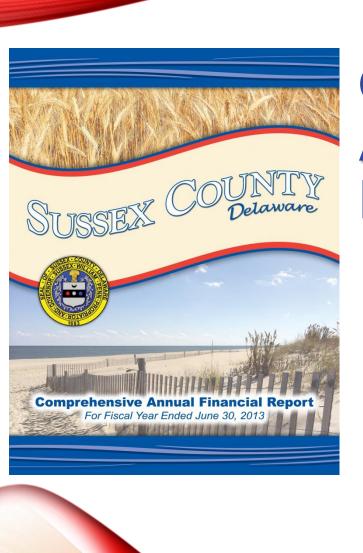




SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

(CAFR page 92 -93)

	2012	2013
U.S. Department of Agriculture	\$ 18,444,415	\$ 6,085,953
U.S. Department of Housing and Urban Development	2,131,308	1,415,343
U.S. Department of Transportation	907,249	1,797,254
U.S. Environmental Protection Agency	8,897,730	-
U.S. Department of Energy	207,872	-
U.S. Department of Homeland Security	450,459	660,860
Total Funds Received	\$ 31,039,023	\$ 9,959,410



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For a full electronic version of our CAFR, visit our website: sussexcountyde.gov